

Federated Hermes MDT Large Cap Value Fund

Nasdaq symbol — R6: FSTLX | IS: FMSTX | SS: FSTKX | A: FSTRX | B: QBLVX | C: QCLVX | R: QRLVX

12/31/22

Product highlights

- Pursues growth of income and capital.
- Invests primarily in value-oriented large-cap U.S. companies.
- Selects stocks through a bottom-up, fundamentally based, quantitatively driven process.
- Seeks to remove subjective and emotional influences from security selection and capitalize on market inefficiencies.

Morningstar category

Large Value

Benchmark

Russell 1000® Value Index

Key investment team

Daniel Mahr, CFA
 Frederick Konopka, CFA
 John Paul Lewicke
 Damien Zhang, CFA

Fund statistics

Portfolio assets \$1.1 b
 Number of securities 100
 Dividends Paid quarterly
 Weighted median P/E (NTM) 12.8x
 Weighted median P/E (LTM) 16.1x
 Weighted median market cap \$31.9 b
 Weighted median price/book 2.3x

Top holdings (%)

PayPal Holdings, Inc. 2.9
 Marathon Petroleum Corp. 2.8
 Johnson & Johnson 2.6
 The Travelers Companies, Inc. 2.6
 Hershey Foods Corp. 2.5
 Meta Platforms, Inc. 2.3
 The Bank of New York Mellon Corp. 2.3
 Align Technology, Inc. 2.0
 Kroger Co. 2.0
 Exxon Mobil Corporation 1.9

Overall Morningstar Rating™



Rating is based on risk adjusted total return for Service Shares, A Shares, and Institutional Shares out of 1155 Funds in Large Value Category. The overall rating is derived from a weighted average of the fund's three-, five-, and ten-year average annual returns, as applicable.

Sector weightings (%)



Average annual total returns (%)

Performance shown is before tax.

NAV	Performance inception	Cumulative 3-month	1-year	3-year	5-year	10-year	Expense ratio*		
							Since inception	Before waivers	After waivers
R6	3/31/82	13.67	-4.14	9.40	8.04	11.38	11.20	0.87	0.70
IS	3/31/82	13.67	-4.21	9.33	7.96	11.42	11.21	0.95	0.77
SS	3/31/82	13.59	-4.43	9.08	7.71	11.17	11.15	1.18	0.99
A	3/31/82	13.62	-4.43	9.08	7.72	11.17	11.14	1.18	0.99
B	3/31/82	13.33	-5.19	8.19	6.83	10.24	10.19	1.96	1.86
C	3/31/82	13.37	-5.19	8.20	6.86	10.28	10.24	1.96	1.81
R	3/31/82	13.48	-4.86	8.61	7.25	10.69	10.65	1.63	1.44
Benchmark		12.42	-7.54	5.96	6.67	10.29	-	-	-
Maximum offering price									
A	3/31/82	7.38	-9.67	7.05	6.50	10.55	10.98	1.18	0.99
B	3/31/82	7.84	-9.78	7.11	6.54	10.24	10.19	1.96	1.86
C	3/31/82	12.37	-6.03	8.20	6.86	10.28	10.24	1.96	1.81

Calendar year total returns (%)

Service Shares/NAV

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
NAV	-4.43	28.10	6.01	20.69	-7.43	14.11	15.09	-5.00	14.08	39.71
Benchmark	-7.54	25.16	2.80	26.54	-8.27	13.66	17.34	-3.83	13.45	32.53

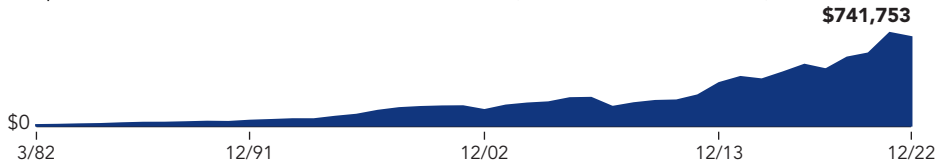
Performance quoted represents past performance, which is no guarantee of future results. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than what is stated. To view performance current to the most recent month-end, and for after-tax returns, contact us or visit FederatedInvestors.com. Maximum offering price figures reflect the maximum sales charge of 5.5% for A Shares, and the maximum contingent deferred sales charges of 5.5% for B Shares and 1% for C Shares. See the prospectus for other fees and expenses that apply to a continued investment in the fund.

* The fund's expense ratio is from the most recent prospectus. The expense ratio may reflect voluntary fee waivers and/or expense reimbursements determined by the fund's Advisor and its affiliates. The voluntary waivers and/or reimbursements, if applicable, are in effect up to but not including the later of 1/1/24 or the date of the fund's next effective prospectus.

Federated Hermes MDT Large Cap Value Fund

Growth over time

If you had invested \$10,000 in Service Shares on 3/31/82 (month end of the fund's performance inception) and reinvested all distributions, here's how your account would have grown by 12/31/22.



The fund is the successor to the Federated MDT Large Cap Value Fund pursuant to a reorganization completed on December 8, 2017. The predecessor fund is both the tax and accounting survivor of the reorganization. The performance information, including information on fees and expenses and financial information provided above for periods prior to December 8, 2017 is historical information for the predecessor fund.

The predecessor fund's A Shares commenced operations on May 1, 2014. The predecessor fund's IS Shares commenced operations on January 29, 2010. The predecessor fund's R6 Shares commenced operations on June 29, 2016. For the periods prior to the commencement of operations of the predecessor fund's A, IS, and R6 Shares, the performance information is that of the predecessor fund's SS Shares. The performance of the SS Shares has not been adjusted, except for sales charges, to reflect the expenses applicable to the A Shares since the A Shares have the same net expense ratio as the SS Shares. The performance of the SS Shares has also not been adjusted to reflect the expenses applicable to the IS Shares and the R6 Shares since the IS Shares and R6 Shares have a lower expense ratio than the expense ratio of the SS Shares.

The fund's B, C and R Shares commenced operations on December 8, 2017. The predecessor fund did not have corresponding B, C and R Shares. For the periods prior to the commencement of operations of B, C and R Shares, the performance information is that of the predecessor fund's SS Shares. The performance of the SS Shares has not been adjusted to reflect the higher expenses applicable to the B, C and R Shares, respectively. Accordingly, the actual performance of the B, C and R Shares is anticipated to be lower than the performance of the SS Shares.

The B Shares of this Federated Hermes fund are closed to new investors and new investments from existing shareholders (excluding reinvestment of dividends and capital gains and exchanges from B Shares of other Federated Hermes Funds).

A word about risk

Mutual funds are subject to risks and fluctuate in value.

The quantitative models and analysis used by the fund may perform differently than expected and negatively affect fund performance.

Definitions

The holdings percentages are based on net assets at the close of business on 12/31/22 and may not necessarily reflect adjustments that are routinely made when presenting net assets for formal financial statement purposes. Because this is a managed portfolio, the investment mix will change.

Total return represents the change in value of an investment after reinvesting all income and capital gains. Total return would have been lower in the absence of temporary expense waivers or reimbursements.

Growth over time performance is for the fund's Service Shares. The fund offers additional share classes whose performance will vary due to differences in charges and expenses.

Weighted median P/E (LTM - latest twelve months) is a ratio comparing share price to earnings per share using data from the previous twelve months.

Weighted median P/E (NTM - next twelve months) in calculating this, individual holdings with values greater than 60 are capped at 60 in accordance with Morningstar's methodology for calculating "weighted Median P/E."

Weighted median market capitalization is the calculation represented by the median market capitalization of the stocks in the portfolio, weighted by the amount of each stock.

Weighted median price/book is a ratio comparing share price to book value or assets minus liabilities.

Russell 1000® Value Index measures the performance of the large-cap value segment of the U.S. equity universe. It includes those Russell 1000® Index companies with lower price-to-book ratios and lower expected growth values. The R1000V is constructed to provide a comprehensive and unbiased barometer for the large-cap value segment. The Russell 1000® Value Index is completely reconstituted annually to ensure new and growing equities are included and that the represented companies continue to reflect value characteristics.

Indexes are unmanaged and cannot be invested in directly.

Investors should carefully consider the fund's investment objectives, risks, charges and expenses before investing. To obtain a summary prospectus or prospectus containing this and other information, contact us or visit FederatedInvestors.com. Please carefully read the summary prospectus or the prospectus before investing.

Past performance is no guarantee of future results.

Ratings and rating agencies

Morningstar Category identifies funds based on their actual investment styles as measured by their underlying portfolio holdings over the past three years. If the fund is less than three years old, the category is based on the life of the fund. ©2023 Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results.

The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. Ratings do not take sales charges into account. Federated Hermes MDT Large Cap Value Fund was rated against the following numbers of U.S.-domiciled Large Value funds over the following time periods. Ratings are for A, Service and Institutional Shares; other classes may have different performance characteristics. For the 3-, 5- and 10-year periods ended 12/31/22, the fund's A Shares received 4, 3 and 4 stars, the fund's Service Shares received 4, 3 and 4 stars and the fund's Institutional Shares received 4, 3 and 4 stars, and was rated among 1155, 1099 and 819 funds, respectively. Past performance is no guarantee of future results.